

neighbors
HEALTH SYSTEM



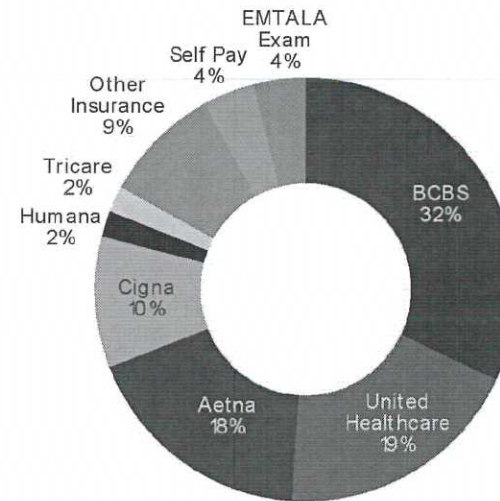
LENDER PRESENTATION

OCTOBER 13, 2015

PAYMENT AND REIMBURSEMENT OVERVIEW

- The Company generates patient-service revenue by collecting fees for the care provided in its facilities, and revenue is recognized when services are rendered to patients
- Net revenue per visit averaged approximately \$4,220 YTD 2015 through June 30 (Facility, Technical and Professional Fees)
- Facility fees, professional services fees, and other related fees are billed separately and collected from commercially managed care companies, directly from patients or from other third-party payors, based on the patient's ER benefits
- For patients without insurance coverage, collection of payment is performed at the time of service (100% of charity care is written off)
- Bad debt write-offs (typically copays and deductibles) represent 30% of total gross revenue

PAYOR MIX



COMMERCIAL PAYERS



Anthem

aetna

Cigna

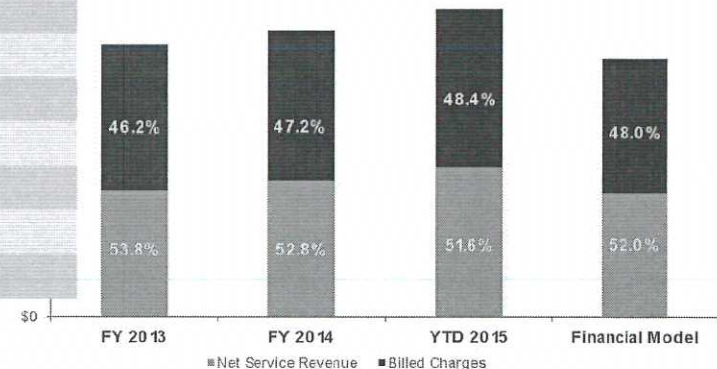
Humana

CMS Not Currently Recognizing FECs

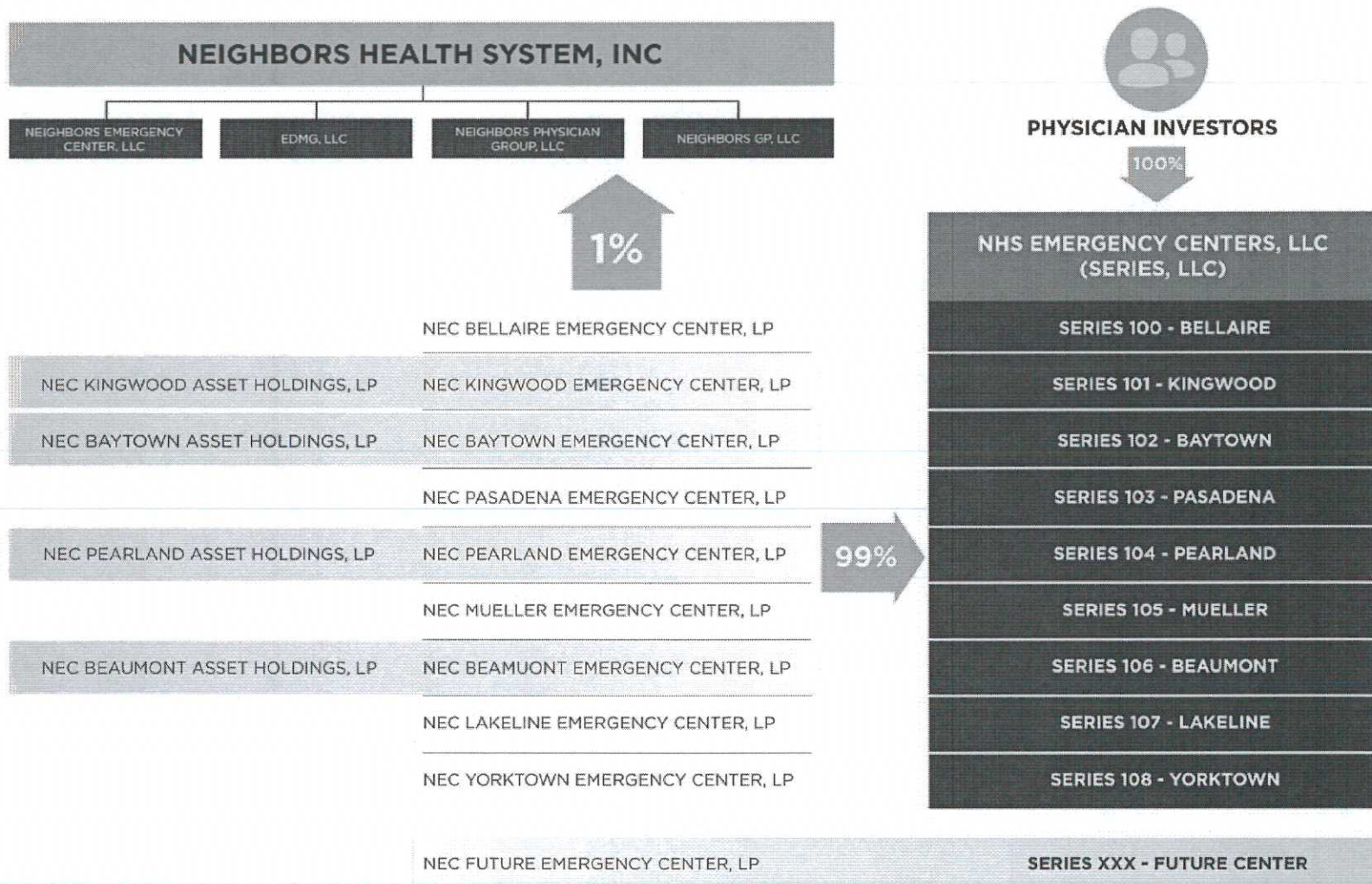
TOP CODES BILLED

CODE	NAME	RATE	% TOTAL REVENUE
99283	EMER DEPT MODERATE SEVERITY	\$1,161.77	17.4%
99285	EMER DEPT HIGH SEVERITY & THREAT FUNCJ	\$1,936.00	16.9%
99284	EMER DEPT HIGH SEVERITY & URGENT EVAL	\$1,452.01	15.2%
74177	CT ABDOMEN & PELVIS W/CONTRAST	\$2,928.20	3.9%
70450	CT HEAD/BRN C-MATRL	\$2,329.25	3.0%
80053	COMPRE METAB PANEL	\$620.25	2.8%
94760	PULSE OX -N-INVAS EAR/PLS OXIMTRY F/O2 SAT 1 DETER	\$126.31	2.4%

Billed Charges vs. Service Revenue



ORGANIZATIONAL STRUCTURE

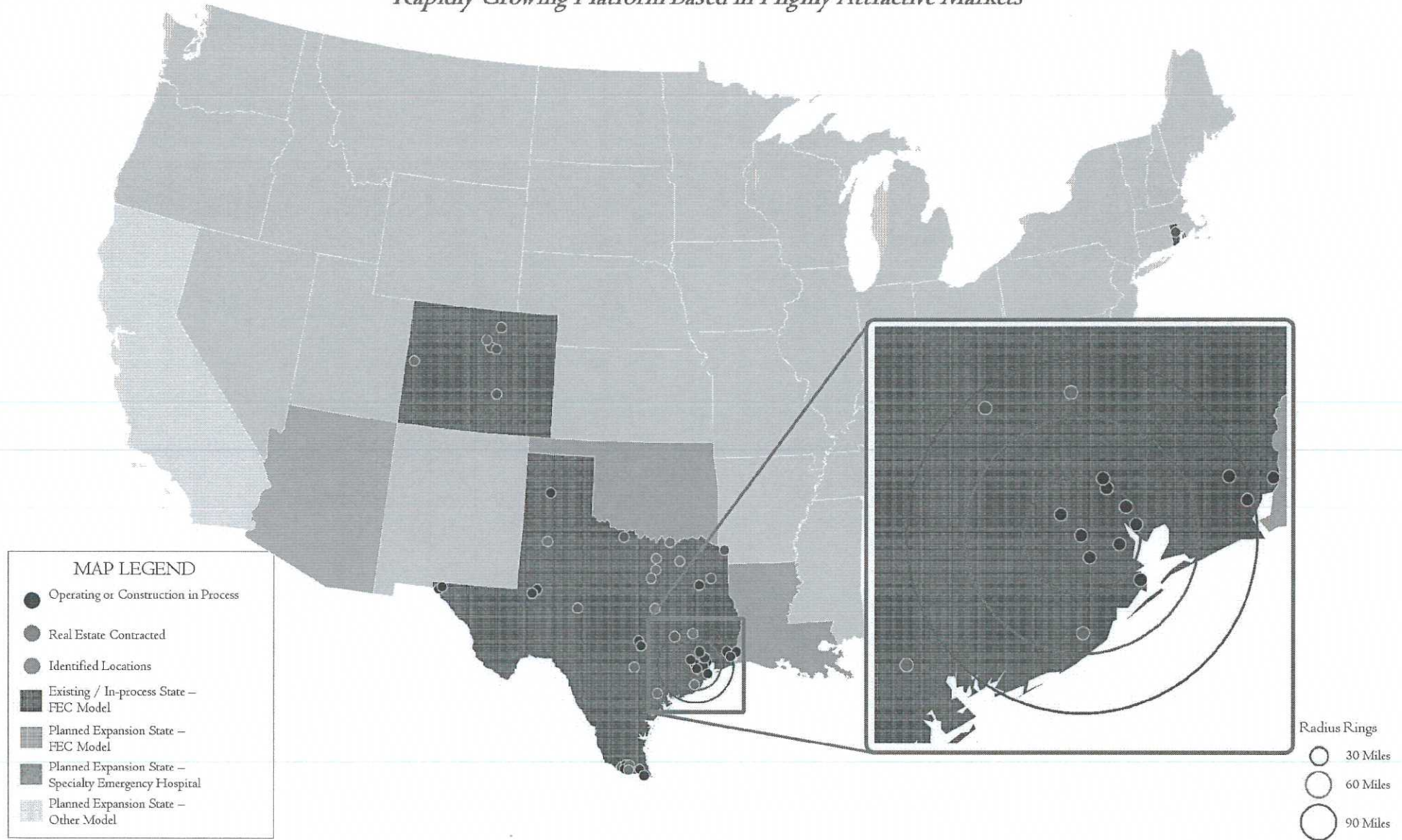


LT084068

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NHS FACILITY FOOTPRINT

Rapidly Growing Platform Based in Highly Attractive Markets



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NHS FACILITIES OVERVIEW – Active & 2015 Program

Facility base for NHS expected to continue ramping given robust pipeline of construction in-process and identified site locations

ACTIVE OPERATIONAL CENTERS (2009-2015)

1	Bellaire (BEC)	Open	Houston, TX	09/01/09	7,500	Active Patient Care
2	Kingwood (KEC)	Open	Kingwood, TX	04/18/11	7,500	Active Patient Care
3	Baytown (BTEC)	Open	Baytown, TX	04/20/12	10,000	Active Patient Care
4	Pasadena (PDEC)	Open	Pasadena, TX	07/01/13	6,983	Active Patient Care
5	Pearland (PEC)	Open	Pearland, TX	08/19/13	10,500	Active Patient Care
6	Lakeline (LEC)	Open	Austin, TX	07/15/14	8,000	Active Patient Care
7	Copperfield (CEC)	Open	Houston, TX	10/20/14	10,000	Active Patient Care
8	Mueller (MEC)	Open	Austin, TX	11/17/14	11,000	Active Patient Care
9	Beaumont (BMEC)	Open	Beaumont, TX	11/25/14	10,000	Active Patient Care
10	Crosby (CREC)	Open	Crosby, TX	05/09/15	10,500	Active Patient Care
11	Orange (OEC)	Open	Orange, TX	05/23/15	6,500	Active Patient Care
12	N. Zaragoza (ZEC)	Open	El Paso, TX	08/15/15	8,836	Active Patient Care
13	Midland (MDEC)	Open	Midland, TX	09/22/15	8,000	Active Patient Care

2015 PROGRAM (REMAINING)

14	Tyler (TYEC)	Active Construction	Tyler, TX	10/10/15	6,371	2015 - Quarter 4
15	Edgemere (EEC)	Active Construction	El Paso, TX	11/14/15	8,000	2015 - Quarter 4
16	Odessa (ODEC)	Active Construction	Odessa, TX	11/21/15	8,000	2015 - Quarter 4
17	Port Arthur	Active Construction	Port Arthur, TX	11/21/15	8,000	2015 - Quarter 4
18	Texas City	Active Construction	Texas City, TX	12/12/15	10,000	2015 - Quarter 4
19	Harlingen	Active Construction	Harlingen, TX	02/01/16	8,000	2015 - Quarter 4



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EL PASO (N. ZARAGOZA) (EL PASO, TEXAS)

- Newly opened center with strong initial performance (08/15/2015)
- Continued pro-forma growth and local marketing efforts

FACILITY INFORMATION

- Address: 1540 N Zaragoza Road, El Paso, TX 79936
- Location Description: Free Standing Building
- Date Opened: August 2015
- Facility Number: 12
- Square Footage: ~8,500 sq. ft.
- Construction Cost: \$2,246,957.00
- Lease Details: 120 months commencing on 11/10/14
- Staffing (Physician/RN/Other): 35 (10 / 6 / 19)

LOCAL MARKET STATISTICS (10 MILE RADIUS)

- Population: 679,036 • Median Income: \$41,406
- Est. Pop. Growth: 4.6% • Retail Sales Potential: \$7.9B

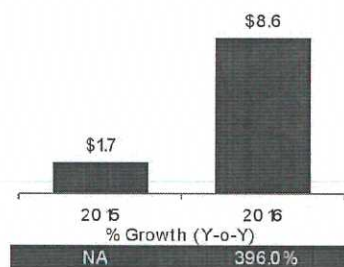
KEY STATISTICS (\$ IN MM)¹

PATIENTS PER
DAY

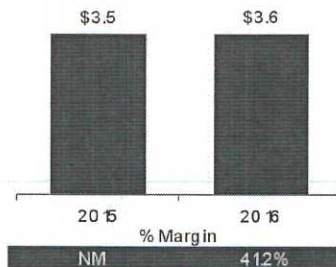
8.96

PATIENTS
(48 Days of
Operations)

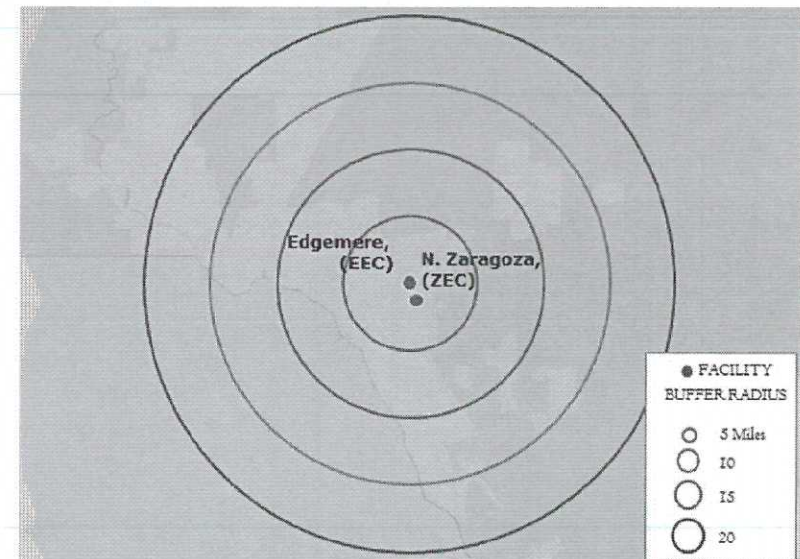
REVENUE



EBITDA



¹ Represents financials based on fully ramped up model



CONSTRUCTION-IN-PROCESS | EDGEMERE (EL PASO, TEXAS)

- Opening early Q4/2015
- Strategically located next to hospital with long queues, creating market opportunity

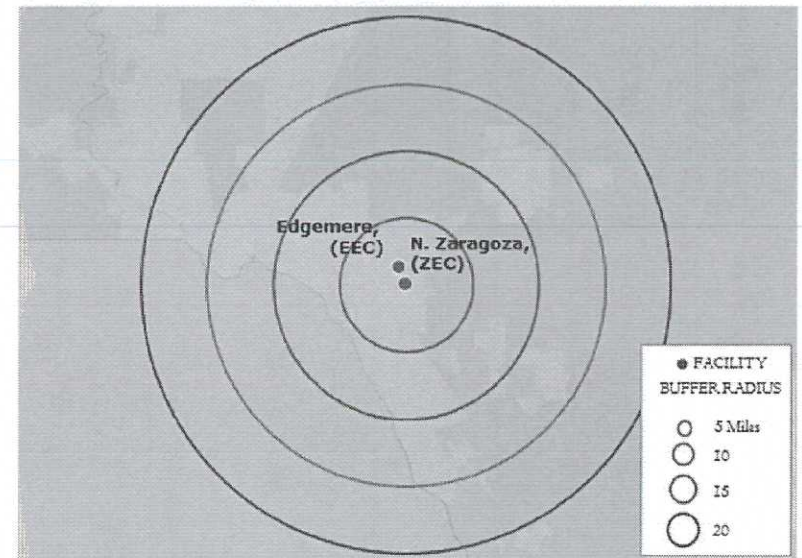
FACILITY INFORMATION

- Address: Northeast Corner Loop 375, El Paso, TX
- Location Description: Free Standing Building
- Date Opened: Est. November 2015
- Facility Number: 15
- Square Footage: 8,000 sq. ft.
- Cost incurred to date: \$1.2M
- Estimated cost ¹: \$2,036,020
- Lease Details: \$46K / month; 144 months

LOCAL MARKET STATISTICS (10 MILE RADIUS)

- | | | | |
|---------------------|---------|---------------------------|----------|
| • Population: | 679,036 | • Median Income: | \$41,406 |
| • Est. Pop. Growth: | 4.6% | • Retail Sales Potential: | \$7.8B |

¹ Includes up-front shell cost that Read King is purchasing



EST. OPEN DATE NOV 2015